

HERITAGE FINLEASE LIMITED

Interest Rate and Risk Categorization

The Rate of Interest of FINLEASE's Lending depends upon the Cost of Funds of the Company, Margin(s) and Risk premium(s). Risk premiums and the Margins are charged to consumer depends on the cost of funds depending on risk profile of the Borrower, nature of loan, (i.e., Dairy Loan, Loan to MSMEs, Lease financials, Loan Tenor etc. accordingly, the annualized rate of interest charged at a 11 % to 24% per annum.

The Risk profile of the client is mainly evaluated through the type of loan, intended purpose, cash-flow(s) of the customer evaluated through the financial performance evaluation, Income sufficiency and the client's credit history, Security Value, Nature of security and guarantee(s) provided etc.